



## STRATEGY GUIDE II

STRATEGY	BIAS	MAX PROFIT	MAX LOSS	TIME DECAY	DESIRED OUTCOME
Long Call	Bullish	Unlimited	Limited	Hurts	Stock Up Aggressively
Short Call	Bearish	Limited	Unlimited	Helps	Stock Down
Long Put	Bearish	Unlimited	Limited	Hurts	Stock Down Aggressively
Short Put	Bullish	Limited	Unlimited	Helps	Stock Up
Buy-Write	Bullish	Limited	Unlimited	Helps	Stock Up Slightly
Sell-Write	Bearish	Limited	Unlimited	Helps	Stock Down Slightly
Protective Put	Bullish	Unlimited	Limited	Hurts	Stock Up Aggressively
Synthetic Put	Bearish	Unlimited	Limited	Hurts	Stock Down Aggressively
Collar	Bearish	Limited	Limited	No effect	Stagnation
Bull Spread	Bullish	Limited	Limited	Depends	Stock Up
Bear Spread	Bearish	Limited	Limited	Depends	Stock Down
Long Straddle	Precision	Unlimited	Limited	Hurts	Aggressive Movement
Short Straddle	Precision	Limited	Unlimited	Helps	Stagnation
Long Strangle	Precision	Unlimited	Limited	Hurts	Aggressive Movement
Short Strangle	Precision	Limited	Unlimited	Helps	Stagnation
Long Butterfly	Precision	Limited	Limited	Depends	Stagnation
Short Butterfly	Precision	Limited	Limited	Depends	Movement
Long Condor	Precision	Limited	Limited	Depends	Stagnation
Short Condor	Precision	Limited	Limited	Depends	Movement